

SECRETDPD-5790-59
25 August 1959Thompson Ramo Wooldridge Inc.
Los Angeles, CaliforniaAttention:

Gentlemen:

We have received several DD Form 396's, Notice of Costs Suspended and/or Disapproved, from the Resident Office, Auditor General, Comptroller, USAF, Western Dist., Space Technology Laboratories, Inc., Los Angeles 45, California, which suspend or disapprove certain costs under our contracts. These suspended or disapproved costs are recapitulated below:

<u>Contract No.</u>	<u>Description of Items and Reasons for Action</u>	<u>Amount of Costs</u>	
		<u>Suspended</u>	<u>Disapproved</u>
A-101	1957 G&A Expenses: Legal fees - These fees are not supported by adequately detailed documentation. The data submitted indicates that these fees contain indeterminate amounts considered to be unallowable under ASPR, Section XV, Paras. 15-205 (1) and (r)		
A-101	1957 G&A Expenses: Denver Plant Costs		
A-101	1957 G&A Expenses: 1. Legal fees not supported by adequate documentation per allocation schedule prepared by Internal Audit Section, The Ramo-Wooldridge Corp. 2. Difference between allocation of corporate general and administrative expenses as shown in revised overhead claim and actual contract participation.		
A-103	1957 G&A Expenses: Denver Plant Costs.		
A-103	1957 G&A Expenses: Legal fees - These fees are not supported by adequately detailed documentation. The data submitted indicates that these fees contain indeterminate amounts considered to be unallowable under ASPR, Section XV, Paras. 15-205 (1) and (r)		

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<u>Contract No.</u>	<u>Description of Items and Reasons for Action</u>	<u>Amount of Costs</u>	
		<u>Supported</u>	<u>Disapproved</u>
	contain indeterminate amounts considered to be unallowable under ASPR, Section XV, Paras. 15-205 (1) and (r).		
A-103	1957 G&A Expenses: 1. Legal fees not supported by adequate documentation per allocation schedule prepared by Internal Audit Section, The Ramo-Wooldridge Corp. 2. Difference between allocation of corporate general and administrative expenses as shown in revised overhead claim and actual contract participation.		
HF-A-104	1957 G&A Expense: Denver Plant Costs		
HF-A-104	1957 G&A Expenses: Legal fees - These fees are not supported by adequately detailed documentation. The data submitted indicates that these fees contain indeterminate amounts considered to be unallowable under ASPR, Section XV, Paras. 15-205 (1) and (r)		
HF-A-104	1957 G&A Expenses: 1. Legal fees not supported by adequate documentation per allocation schedule prepared by Internal Audit Section, The Ramo-Wooldridge Corp. 2. Difference between allocation of corporate general and administrative expenses as shown in revised overhead claim and actual contract participation.		

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Due to our method of operation these forms cannot be distributed through Air Force channels. Therefore, since our records indicate that no adjustment vouchers have been received on the above amounts, we will deduct these amounts from current billings.

Very truly yours,



Contracting Officer

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Distribution:

Orig - RW
cc - Contract A-101
cc - Contract A-103
cc - Contract A-104
cc - Finance, DPD
cc - Chrono, RI

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DPD-DD/P: (25-8-59)

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